

# Community Colleges

## LC-3 Lid Computation Form and Levy Limit Form Instructions

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See the Budget Form Instruction Manual for overall guidance.

### LC-CC Lid Computation Form

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Line (1) – Prior Year Restricted Funds Authority (Base Amount) comes from last year's LC-CC Lid Computation Form, Line (8).

Line (2) – Enter 2.5%, if used.

Allowable Growth - Allowable growth means the amount of increase in Full-Time Students Base Revenue Need exceeds the Base Limitation.

Line (A) – Current Year Reimbursable FTE Student Enrollment.

Line (B) – Prior Year Reimbursable FTE Student Enrollment.

Line (C) – Line (A) MINUS Line (B).

Line (D) – Population Growth Percentage equals Line (C) DIVIDED BY Line (B) MULTIPLIED by 100.

Line (3) – Allowable Growth equals Line (D) MINUS Line (2).

Line (4) – Enter 1% for the Additional 1% Board Approved Increase.

Additional 1% - An additional 1% increase is allowed if at least 75% of the governing body votes to approve the increase. There is no special hearing or notice required to consider the additional 1% increase. Please note this is 75% of the authorized board, and not just 75% of those present. **If the governing body approves the additional 1% increase, a copy of the resolution or board minutes documenting that at least 75% of the governing body approved the increase must be attached.**

Line (5) – Enter the voter approved percentage increase.

*Please attach Ballot Sample and Election Results.*

Line (6) – Total Allowable Percent Increase is equal to Line (2) PLUS Line (3) PLUS Line (4) PLUS Line (5).

Line (7) – Multiply the Prior Year Restricted Funds Authority on Line (1) by the Total Allowable Percent Increase on Line (6) to give the Allowable Dollar Amount of Increase.

Line (8) – Total Restricted Funds Authority is equal to Line (1) PLUS Line (7). Total Restricted Funds Authority is the new calculated base amount. Your current year numbers will be compared to this line to determine compliance with the lid on restricted funds.

Line (9) – Restricted Funds are carried forward from the LC-CC Supporting Schedule.

Line (10) – Subtract the Restricted Funds on Line (9) from the Total Restricted Funds Authority on Line (8) to calculate the Total Unused Restricted Funds Authority. **Line (10) must be greater than or equal to zero or you are in violation of the lid law.**

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### Levy Limit Form

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The levy limit applicable to Community Colleges is 11.25 cents

- ▶ Amount for Capital Improvements/Bond Sinking Funds not to exceed two cents (2¢)
- ▶ Plus, amount for Accessibility Barrier/Abatement Hazards Funds as defined in Statute 79-10,110 (Only applicable to Central Community College).

**Line (1)** – Total Personal and Real Property Tax Request from page 1 of the budget document.

**Line (A)** – The amount of personal and real property tax to pay for judgments.

**Line (B)** – The amount of personal and real property tax to pay preexisting lease-purchase contracts approved prior to **July 1, 1998**.

**Line (C)** – The amount of personal and real property tax to pay bonded indebtedness.

**Line (D)** – Exclusion for Accessibility Barrier/Abatement Hazard Funds.

**Line (2)** – Add Lines (A) through (D). This is the amount of Total Exclusions from the levy limit.

**Line (3)** – Subtract Line (2) from Line (1).

**Line (4)** – Valuation per the County Assessor. This would be the Total Valuation of your Community College; if your Community College crosses county lines, add all the county valuations together.

**Line (5)** – Line (3) divided by Line (4). The total should be multiplied by 100 to determine your Calculated Levy. The Calculated Levy should be in compliance with your levy limit. If not, attach supporting documentation to support the vote taken.

**Line (E)** – Exclusion for Capital Improvement/Bond Sinking Funds.

**Line (6)** – Line (E) divided by Line (4). The total should be multiplied by 100 to determine your Calculated Levy. The Calculated Levy **cannot** exceed one cent (2¢).

**Line (7)** – Line (D) divided by Line (4). The total should be multiplied by 100 to determine your Calculated Levy.